



Rep. Naomi D. Jakobsson

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09700HB4603ham001

LRB097 18014 JLS 66496 a

1 AMENDMENT TO HOUSE BILL 4603

2 AMENDMENT NO. _____. Amend House Bill 4603 on page 1, by
3 replacing lines 16 and 17 with the following:

4 "~~title-secured loans, which are loans upon which interest is~~
5 ~~charged at an annual percentage rate exceeding 36% in"; and~~

6 on page 1, by replacing lines 20 through 22 with the following:

7 "~~title to a motor vehicle, and upon which a licensee may~~
8 ~~charge, contract for, and receive thereon interest at the rate~~
9 ~~agreed upon by the licensee and borrower. For purposes of~~
10 this"; and

11 on page 9, line 7, by changing "may" to "shall"; and

12 on page 9 by replacing line 10 with the following:

13 "contract. The title may secure no additional principal until

1 the preceding loan is repaid in full."; and

2 on page 10 by inserting immediately below line 1 the following:

3 "(c) Before issuing a title-secured loan, a licensee shall
4 determine that the borrower has the capacity to repay the loan.
5 The determination shall be based upon the borrower's gross
6 income, rather than the value of the asset covered by the
7 title.".